

### Statement

#### *Details of Main Recommendations of Expert High Powered Committee on Handloom Sector*

1. All major handloom concentrated States may set up a separate Departments of Handlooms. State Handloom Corporations and Apex Societies should be revitalised by providing suitable rehabilitation package.
2. A National Handloom Credit Fund with a Corpus of atleast of Rs. 500 crores may be set up for providing credit to the weavers outside the cooperative fold.
3. NABARD may consider waiving the provisions with regard to the guarantee cover in respect of limits sanctioned. Loss Guarantee Scheme may be introduced to protect the interest of the Banks. The Credit for trading in yarn may also be refinanced at 9½% interest rate.
4. All State Governments may exempt Hank Yarn and Handloom products from any tax, including Sales tax, Entry tax and Octroi.
5. Wide spread availability of testing facilities, particularly in the handloom concentrate areas may be ensured and a scheme may be introduced to make the Handloom Corporations/Apex Societies achieved and other BIS-14000/ISO-9000 standards.
6. A National Handloom Centre may be set up to maintain handloom collection of contemporary excellence, to document the information of handlooms and to undertake research on handlooms.
7. Marketing complexes including handloom haats and permanent exhibition sites at Village, sub-division, district and town level in large numbers may be set up by the Central/ State Governments or their agencies.
8. A comprehensive project package for development of exportable products should be developed.
9. A Calamity Relief Scheme may be introduced to provide support for purchase of handlooms and other accessories, subsidy on purchase of Hank Yarn under Hank Yarn Subsidy Scheme, enhanced availability of credit, insured buy-back of production and to provide immediate relief under various ongoing Schemes of the State Governments.
10. Welfare Schemes may include all handloom workers and not just weavers. Coverage of Handloom workers under the Welfare Schemes of the Handlooms should be substantially stepped up both in cooperative and outside the cooperative fold.

11. Special thrust under ongoing Schemes handlooms sector may be given for overall development of North-Eastern States, by providing additional financial input, where required.

### UK Investment

1189. SHRIMATI JAYWANTI NAVINCHANDRA MEHTA : Will the Minister of INDUSTRY be pleased to state :

(a) whether the attention of the Government has been drawn to the news item captioned "£ 3 billion UK Investment are in pipeline" appearing in the 'Times of India' dated January 12, 1997; and

(b) if so, the areas identified for this investment and the measures being taken in this regard?

THE MINISTER OF INDUSTRY (SHRI MURASOLI MARAN) : (a) During the years 1991-96, the Government of India has approved investment proposals from UK firms to the tune of Rs. 52.4 billion.

(b) During the meeting of the Indo-British Partnership Initiative held in January, 1997, potential areas of cooperation identified 'by the both sides are : infrastructure, financial services, education and training, mining, tourism and manufacturing. Government of India has instituted simple, transparent, automatic and rational system for attracting foreign direct investment into India including from UK.

### Production of Rubber

1190. SHRI P.C. THOMAS : Will the Minister of COMMERCE be pleased to state :

(a) whether the Government provide training to farmers for the production of best quality of natural rubber;

(b) if so, the details thereof;

(c) the number of small and marginal rubber growers in the country particularly in the State of Kerala;

(d) whether any financial or other assistance is being given to them to improve the quality of their produce;

(e) if so, the details thereof;

(f) whether any institutions or industries for purification of rubber sheets produced by farmers are functioning in the country;

(g) if so, the details thereof; and

(h) the steps taken to ensure production of best quality of natural rubber in the country?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE (SHRI BOLLA BULLI RAMAIAH) : (a) Yes, Sir.

(b) The Rubber Board organises training programmes for small rubber growers to help improve quality of natural rubber production. The details of programmes organised in the current financial year are:

S. No.	Name of course	Duration	No. of batches	No. of participants
1.	Short-term course on rubber culture and estate management.	18 days	1	24
2.	Short-term course for small holders on rubber cultivation and crop processing.	5 days	3	36
3.	Rubber Processing	5 days	2	32
4.	Grading of Sheet Rubber	1 day	6	17
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In addition to these programmes, 935 small growers have also participated in one-day visits organised by the Rubber Board for familiarisation of various aspects of Rubber cultivation and Processing.

(c) Small holdings in the country are estimated at 9.11 lakh of which 8,37,400 (Small holdings - 8,23,035 and Marginal holdings 14, 365) are estimated to be in Kerala.

(d) and (e) Yes, Sir. The Rubber Board is giving financial assistance for establishing smoke houses (at the rate of Rs. 3000/= per smoke house), for procuring rubber sheeting rollers (at the rate of Rs. 1000/- for a Sheeting Roller) and also for essential utensils for rubber processing to the small growers.

(f) and (g) Yes, Sir. Rubber Producing Societies (RPS) are establishing community smoke houses for cleaning/improving the grade of rubber sheets produced by the members. Washing and cleaning operations of rubber sheets are undertaken by the Private smoke houses as well.

(h) Steps to ensure production of best quality of rubber include imparting training to the growers, organising mass contact companies and group meetings. The Rubber Board is also extending financial and technical assistance for development of infrastructural facilities and supplying plantation equipments at concessional rates to small growers.

#### Inspection of Exporting Firms

1191. SHRIMATI BHAVNA BENDEVRAJ BHAI  
CHIKHALIA :  
SHRI SHIVRAJ SINGH :

Will the Minister of COMMERCE be pleased to state:

(a) the number of exporting firms against whom

complaints have been received by the Government during each of the last three years;

(b) the number of such exporting firms inspected by the Government during the above period;

(c) whether the Government propose to take action against those firms which have been found guilty; and

(d) if so, the details thereof and the name of agency by whom action/inspection has been taken against these firms?

THE MINISTER OF STATE OF THE MINISTRY OF COMMERCE (SHRI BOLLA BULLI RAMAIAH) : (a) to (d) Complaints against exporters may be received by various offices of the Government with whom exporting firms have an interface. It is therefore, difficult to quantify the exact number of such firms against whom complaints have been received by the Government, particularly, in the absence of any details regarding the specific nature of the complaints. As per present Policy, exporting firms are not subjected to routine inspection by Government authorities unless there are prima facie reasons to inspect them. In the DGFT set-up, such inspections are generally carried out either by Enforcement-cum-Adjudication Division of the Headquarter's office, or by the Enforcement Wings of its regional offices. In cases where the exporting firms are found guilty, appropriate penal action is taken against such firms under the Foreign Trade (Development and Regulation) Act, 1992, and the Rules made thereunder.

#### Mushrooming of Non-Banking Financial Companies

1192. SHRI SULTAN SALAHUDDIN OWAISI :

SHRI V. PRADEEP DEV :

SHRI BHAKTA CHARAN DAS :

SHRI MANIBHAI RAMJIBHAI CHAUDHARI :

Will the Minister of FINANCE be pleased to state :

(a) whether non-banking financial companies are mushrooming in India;

(b) if so, whether some of the financial companies have violated statutory requirements of the RBI Act;

(c) if so, the details thereof;

(d) whether RBI has issued any warning to such companies; and

(e) if so, the details thereof and action taken by the Government against such financial companies?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M.P. VEERENDRA KUMAR) : (a) Reserve Bank of India (RBI) have reported that at present there are about 41000 non-banking financial companies (NBFCs) on the mailing list of RBI's Regional Offices.

(b) and (d) Yes, Sir.